Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky

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December 4, 2008

David L. Armstrong Chairman

> James Gardner Vice-Chairman

John W. Clay Commissioner

Honorable Stephen B. Seiple Attorney at Law Columbia Gas of Kentucky, Inc. 200 Civic Center Drive P.O. Box 117 Columbus, OH 43216-0117

RE: Case No. 2008-00403

We enclose one attested copy of the Commission's Order in the above case.

Sincerely,

Stephanie Stumbo Executive Director





COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF COLUMBIA GAS OF KENTUCKY, INC.)	
FOR AN ORDER AUTHORIZING THE ISSUANCE AND)	CASE NO.
SALE OF PROMISSORY NOTES AND AUTHORIZED)	2008-00403
BUT UNISSUED COMMON STOCK)	

ORDER

Columbia Gas of Kentucky, Inc. ("Columbia"), a wholly-owned subsidiary of NiSource Inc., applied to the Commission for authority to issue and sell Long Term Promissory Notes to NiSource Finance Corp. and/or to secure additional equity financing from Columbia Energy Group through the issuance and sale of currently authorized and unissued common stock.

KRS 278.300(2) provides that the Commission shall have 60 days after filing to consider applications for authority to issue or assume securities or evidences of indebtedness unless it is necessary for good cause to continue the application. As the Commission has not completed its investigation of this matter, the Commission finds that good cause exists to continue the financing application beyond the 60-day period specified in KRS 278.300(2).

IT IS THEREFORE ORDERED that Columbia's application is continued beyond the 60-day period specified in KRS 278.300(2).

Done at Frankfort, Kentucky, this 4th day of December, 2008.

By the Commission

Executive Director